GOVERNMENT OF INDIA
FINANCE AND COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:821
ANSWERED ON:22.11.2002
UTI NAV-BASED FUNDS
V. SAROJA

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the Government propose to divide Rs. 12,400 crore assets of UTIs NAV-based funds into four or more separate funds;

(b) if so, the details thereof;

(c) whether the Government have decided to privatize UTI; and

(d) if so, the reasons for the same and the manner in which the interests of investors are likely to be protected ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE & COMPANY AFFAIRS (SHRI ANANDRAO V. ADSUL)

(a to b) The NAV based schemes of UTI will betransferred to a specified company, which is being set up jointly by PSU banks/financial institutions. It will be professionally managed and shall be compliant with SEBI Regulations.

b) The specified company shall be subsequently divested and the realisation, net of expenses, will accrue to the Government.

c) The specified company will manage the NAV based schemes as per SEBI (Mutual Fund) Regulations.